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February 27, 2008

**VIA HAND DELIVERY**

Hon. George B. Daniels  
United States District Judge  
Southern District of New York  
Daniel Patrick Moynihan Courthouse  
500 Pearl Street, Room 630  
New York, New York 10007

Re: In re Calpine Corp.: 1:07-cv-03088

Dear Judge Daniels:

We are the attorneys for Wilmington Trust Company as Collateral Agent, (the “Collateral Agent”), Calpine Corp., et al. (the “Debtors”) and Official Committee of Unsecured Creditors of Calpine Corporation, et al. (the “Unsecured Creditors Committee”) in the above appeals from orders of the United States Bankruptcy Court for the Southern District of New York (the “Bankruptcy Court”).

We are writing to inform you that on December 19, 2007, the Bankruptcy Court confirmed the Debtors’ Sixth Amended Plan of Reorganization (the “Plan”). The Collateral Agent, the Debtors, and the Unsecured Creditors Committee were able to agree to language, which was included the Plan, which resolved the issues raised on appeal by the Collateral Agent (and the Collateral Agent only). Further, the Collateral Agent agreed that such language would be included in the Plan “in consideration for the CalGen Collateral Agent’s withdrawal from the appeal of the CalGen Debt Repayment Order.” Plan Article IX.A.7.

To be clear, the Plan does not resolve the issues raised by the Debtors and Unsecured Creditors Committee as appellants in this matter against any party other than the Collateral Agent -- nor does the Plan resolve the issues raised by other appellants.

Thank you for your continued courtesies.

Respectfully,



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Collateral Agent

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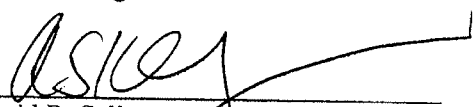
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cc: David S. Elkind, Esq.  
Martin Beinenstock, Esq.  
Gary L. Kaplan, Esq.